

MEMORANDUM

TO: Charter School Business Managers

FROM: Trisha L. Neely, Director

DATE: July 19, 2002

SUBJECT: FISCAL YEAR 2003 FINANCIAL REPORTS

Charter Schools, in compliance with GASB-14 and 34, will be listed as a separate component unit in the State's Consolidated Annual Financial Report (CAFR). Effective with the fiscal year ended June 30, 2002, you will be required to submit the attached financial statements to this office by September 30, 2002. Since you will be required to submit this information, you will not be required to submit a GAAP package. However, you will need the GAAP package information to complete the statements.

Beginning with FY'03, you will be required to submit independently **audited** financial statements by September 30. We are not requiring audited financial statements for FY'02 due to the timing of the change in reporting requirements for Charter Schools.

If you have questions or require clarification, please contact Vernard Wilkerson at 744-1037.

Cc: J. J. Davis, Department of Education
Dr. Larry Gebbert, Department of Education
R. Thomas Wagner Jr., Auditor of Accounts

STATE OF DELAWARE
COMBINING STATEMENT OF NET ASSETS
MAJOR COMPONENT UNITS
JUNE 30, 2002
 (Expressed in thousands)

	Charter School
ASSETS	
Current Assets:	
Cash and cash equivalents	\$
Investments	
Accounts and other receivables, net	
Due from component units	
Internal balances	
Inventories	
Prepaid items	
Loans and notes receivable, net	
Other current assets	
Total current assets	<u>0</u>
Noncurrent Assets:	
Cash and cash equivalents - restricted	
Long-term investments	
Loans and notes receivable, net	
Capital assets, net	
Other noncurrent assets	
Total noncurrent assets	<u>0</u>
Total assets	<u>\$ 0</u>
LIABILITIES	
Current liabilities:	
Accounts payable	
Accrued liabilities	
Intergovernmental payables	
Due to fiduciary funds	
Due to component units	
Deferred revenue	
Capital leases	
Compensated absences	
Notes payable	
General obligation bonds	
Revenue bonds	
Other current liabilities	
Total current liabilities	<u>0</u>
Noncurrent liabilities:	
Accrued liabilities	
Pension obligation	
Capital leases	
Compensated absences	
Notes payable	
General obligation bonds	
Revenue bonds	
Other noncurrent liabilities	
Total noncurrent liabilities	<u>0</u>
Total liabilities	<u>0</u>
NET ASSETS	
Invested in capital assets, net of related debt	
Restricted - Expendable	
Restricted - Nonexpendable	
Unrestricted	
Total net assets	<u>0</u>
Total liabilities and net assets	<u>\$ 0</u>

STATE OF DELAWARE
COMBINING STATEMENT OF ACTIVITIES
MAJOR COMPONENT UNITS
FOR THE FISCAL YEAR ENDED JUNE 30, 2002
(Expressed in thousands)

	Program Revenues				Net (Expense) Revenue and Changes in Net Assets					
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Delaware State Housing Authority	Diamond State Port Corporation	Riverfront Development Corporation	Delaware State University	Charter School	Totals
Component Units:										
Delaware State Housing Authority	\$	\$	\$	\$	\$ 0	\$	\$	\$	\$	\$ 0
Diamond State Port Corporation						0				0
Riverfront Development Corporation							0			0
Delaware State University								0		0
Charter School									0	0
Total component units	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>						<u>0</u>
General Revenues										
Taxes:										
Personal income taxes									0	0
Business taxes									0	0
Real estate taxes									0	0
Other tax revenue									0	0
Payments from primary governments									0	0
Grants and contributions not restricted to specific programs									0	0
Investment earnings									0	0
Gain on sale of assets									0	0
Miscellaneous									0	0
Special item(s)									0	0
Contributions to permanent fund principal									0	0
Transfers									0	0
Total General Revenues and Transfers					0	0	0	0	0	0
Change in Net Assets					0	0	0	0	0	0
Net Assets - Beginning of Year (as restated)										
Net Assets - End of Year					\$ 0	\$ 0	\$ 0	\$ 0	0	\$ 0